COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u>: 0394-02

Bill No.: Perfected HB 323

Subject: Law Enforcement Officers and Agencies; Retirement - Local Government;

Retirement Systems and Benefits - General

<u>Type</u>: Original

<u>Date</u>: March 30, 2005

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2006	FY 2007	FY 2008	
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2006	FY 2007	FY 2008	
Total Estimated Net Effect on Other State Funds	\$0	\$0	\$0	

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

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ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2006	FY 2007	FY 2008	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON LOCAL FUNDS				
FUND AFFECTED	FY 2006	FY 2007	FY 2008	
Local Government	\$0	\$0	\$0	

FISCAL ANALYSIS

ASSUMPTION

The **Joint Committee on Public Employee Retirement (JCPER)** has reviewed this proposal and has determined an actuarial study is not needed under the provisions of section 105.660, subdivision (5).

Officials with the Local Government Employees Retirement System and Kansas City Police and Civilian Retirement System assume no fiscal impact to their agency.

FISCAL IMPACT - State Government	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - Local Government	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

VL:LR:OD (12/02)

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FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This bill recodifies the laws regarding the Police Retirement System of Kansas City and the Civilian Employees' Retirement System of the Police Department of Kansas City. The provisions of law regarding the police plan and the civilian employees' plan are replaced with new sections to remove outdated language and practices making the plan provisions easier to understand. In its main provisions, the bill:

- (1) Adds a definition for "consultant";
- (2) Removes the requirement that the purchase of prior military service had to be completed during the first two years of service;
- (3) Removes the reference to hospitalization and medical care costs pertaining to supplemental benefit payments received;
- (4) Clarifies that any member who is convicted of a felony prior to separation from active service will not be entitled to any benefit from this retirement system except the return of the member's accumulated contributions; and (5) Adds a provision to allow civilian employees to purchase creditable prior service, any time prior to retirement, provided they have a minimum of three years of prior service.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Joint Committee on Public Employee Retirement Local Government Employee Retirement Police Retirement System of Kansas City Civilian Employees Retirement of Kansas City

Mickey Wilen

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> Mickey Wilson, CPA Director March 30, 2005